8320-01

## DEPARTMENT OF VETERANS AFFAIRS

Cost-Based and Inter-Agency Billing Rates for Medical Care or Services

Provided by the Department of Veterans Affairs

AGENCIES: Department of Veterans Affairs

ACTION: Notice.

SUMMARY: This document updates the Cost-Based and Inter-Agency billing rates for medical care or services provided by the Department of Veterans Affairs (VA) that apply in certain circumstances.

DATES: The rates set forth herein are effective [Insert date of publication in the FEDERAL REGISTER] and until further notice.

FOR FURTHER INFORMATION CONTACT: Romona Greene, Office of Community Care (10D1C1), Veterans Health Administration, Department of Veterans Affairs, 810 Vermont Avenue, NW, Washington, DC 20420, (202) 382-2521 (this is not a toll free number).

SUPPLEMENTARY INFORMATION: VA's methodology for computing Cost-Based and Inter-Agency billing rates for medical care or services provided by VA is set forth in 38 CFR 17.102(h). Two sets of rates are obtained by applying this methodology, Cost-Based rates and Inter-Agency rates. Cost-Based rates apply in accordance with 38 CFR 17.102 to medical care and services that are provided by VA:

- (a) In error or based on tentative eligibility;
- (b) In a medical emergency;

- (c) To pensioners of allied nations; and
- (d) For research purposes in circumstances under which the medical care appropriation shall be reimbursed from the research appropriation.

Inter-Agency rates apply to medical care and services that are provided by VA to beneficiaries of the Department of Defense (DoD) or other Federal agencies, when the care or services provided is not covered by an applicable sharing agreement, unless otherwise stated. The calculations for the Cost-Based and Inter-Agency rates are the same with two exceptions. Inter-Agency rates are all-inclusive, and are not broken down into three components (Physician: Ancillary; and Nursing, Room and Board), and Inter-Agency rates do not include standard fringe benefit costs that cover government employee retirement, disability costs, and return on fixed assets. When VA pays for medical care or services from a non-VA source under circumstances in which the Cost-Based or Inter-Agency Rates would apply if the care or services had been provided by VA, the charge for such care or services will be the actual amount paid by VA for the care or services. Inpatient charges will be at the per diem rates shown for the type of bed section or discrete treatment unit providing the care.

The following table depicts the Cost-Based and Inter-Agency Rates that are effective upon publication of this notice and will remain in effect until the next <a href="Federal Register">Federal Register</a> notice is published. These rates supersede those established by the Federal Register notice published on July 7, 2016, at 81 FR 44409.

|                  |                                       | Cost-Based<br>Rates | Inter-Agency<br>Rates |
|------------------|---------------------------------------|---------------------|-----------------------|
| A. Hospital      | Care per inpatient day                |                     |                       |
| General Med      |                                       |                     |                       |
|                  | All Inclusive Rate                    | \$3,805             | \$3,645               |
|                  | Physician                             | \$455               | Ψ5,043                |
|                  | Ancillary                             | \$992               |                       |
|                  | Nursing Room and                      | Ψ332                |                       |
|                  | Board                                 | \$2,358             |                       |
| Neurology:       |                                       |                     |                       |
|                  | All Inclusive Rate                    | \$3,806             | \$3,644               |
|                  | Physician                             | \$557               |                       |
|                  | Ancillary                             | \$1005              |                       |
|                  | Nursing Room and Board                | \$2,244             |                       |
| Rehabilitatio    |                                       | Ψ=,= : :            |                       |
| T to Tabilitatio | All Inclusive Rate                    | \$2,489             | \$2,372               |
|                  | Physician                             | \$283               | Ψ2,072                |
|                  | Ancillary                             | \$760               |                       |
|                  | Nursing Room and                      | Ψίου                |                       |
|                  | Board                                 | \$1,446             |                       |
| Blind Rehab      | ilitation:                            |                     |                       |
|                  | All Inclusive Rate                    | \$1,726             | \$1,646               |
|                  | Physician                             | \$139               |                       |
|                  | Ancillary                             | \$857               |                       |
|                  | Nursing Room and Board                | \$730               |                       |
| Spinal Cord      | Injury:                               |                     |                       |
|                  | All Inclusive Rate                    | \$2,285             | \$2,182               |
|                  | Physician                             | \$283               |                       |
|                  | Ancillary                             | \$575               |                       |
|                  | Nursing Room and Board                | \$1,427             |                       |
| Surgery:         |                                       |                     |                       |
|                  | All Inclusive Rate                    | \$6,388             | \$6,119               |
|                  | Physician                             | \$704               |                       |
|                  | Ancillary                             | \$1,937             |                       |
|                  | Nursing Room and Board                | \$3,747             |                       |
| General Psy      | rchiatry                              |                     |                       |
|                  | All Inclusive Rate                    | \$1,849             | \$1,761               |
|                  | Physician                             | \$175               |                       |
|                  | Ancillary                             | \$291               |                       |
|                  | Nursing Room and Board                | \$1,383             |                       |
| Substance /      | Abuse (Alcohol and Drug Treatment)    |                     |                       |
|                  | All Inclusive Rate                    | \$1,814             | \$1,727               |
|                  | Physician                             | \$173               |                       |
|                  | Ancillary                             | \$420               |                       |
|                  | Nursing Room and Board                | \$1,221             |                       |
|                  |                                       |                     |                       |
|                  |                                       | Cost-Based<br>Rates | Inter-Agency<br>Rates |
|                  |                                       |                     | 1.000                 |
| Psychososi       | al Residential Rehabilitation Program |                     |                       |
| i ayunusudi      | All Inclusive Rate                    | \$705               | \$671                 |

| Physician  | \$44    |         |  |  |
|--|---------|---------|--|--|
| Ancillary  | \$74    |         |  |  |
| Nursing Room and Board   | \$587   |         |  |  |
| Intermediate Medicine  |         |         |  |  |
| All Inclusive Rate   | \$2,123 | \$2,025 |  |  |
|  |         |         |  |  |
| Physician  | \$104   |         |  |  |
| Ancillary  | \$311   |         |  |  |
| Nursing Room and Board   | \$1,708 |         |  |  |
| Poly-trauma Inpatient  |         |         |  |  |
| All Inclusive Rate   | \$3,070 | \$2,927 |  |  |
| Physician  | \$349   |         |  |  |
| Ancillary  | \$938   |         |  |  |
| Nursing Room and Board   | \$1,783 |         |  |  |
| B. Nursing Home Care, Per Day  |         |         |  |  |
| All Inclusive Rate   | \$1,209 | \$1,154 |  |  |
| Physician  | \$38    |         |  |  |
| Ancillary  | \$164   |         |  |  |
| Nursing Room and Board   | \$1007  |         |  |  |
| C. Outpatient Medical Treatments   |         |         |  |  |
| Outpatient Visit (to include Ineligible Emergency Dental Care)                     | \$347   | \$333   |  |  |
| Outpatient Physical Medicine & Rehabilitation Service Visit                        | \$212   | \$201   |  |  |
| Outpatient Poly-trauma/Traumatic Brain Injury                                      | \$546   | \$522   |  |  |
| NOTE: Outpatient Prescriptions will be billed at Drug Cost plus Administrative Fee | *       |         |  |  |

## Signing Authority

The Secretary of Veterans Affairs, or designee, approved this document and authorized the undersigned to sign and submit the document to the Office of the Federal Register for publication electronically as an official document of the Department of Veterans Affairs. Gina S. Farrisee, Deputy Chief of Staff, Department of Veterans Affairs, approved this document on August 21, 2017, for publication.

Dated: August 22, 2017

Jeffrey Martin
Office Program Manager
Office of Regulation Policy & Management
Office of the Secretary
Department of Veterans Affairs

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